

STATE OF SOUTH CAROLINA

(Caption of Case)

Annual Reports of Home Telephone Company, Inc.
for Calendar Years Ending 2007 and 2006BEFORE THE
PUBLIC SERVICE COMMISSION
OF SOUTH CAROLINA

COVER SHEET

DOCKET

NUMBER: _____ - _____ - _____

(Please type or print)

Submitted by: Margaret M. Fox

SC Bar Number: 65418

Address: McNair Law Firm, P. A.

Telephone: 803-799-9800

P. O. Box 11390

Fax: 803-753-3219

Columbia, SC 29211

Other:

Email: pfox@mcnair.net

NOTE: The cover sheet and information contained herein neither replaces nor supplements the filing and service of pleadings or other papers as required by law. This form is required for use by the Public Service Commission of South Carolina for the purpose of docketing and must be filled out completely.

DOCKETING INFORMATION (Check all that apply)

☐ Emergency Relief demanded in petition ☐ Request for item to be placed on Commission's Agenda expeditiously

☐ Other: _____

INDUSTRY (Check one)

NATURE OF ACTION (Check all that apply)

- | | | | |
|--|--|--|--|
| <input type="checkbox"/> Electric | <input type="checkbox"/> Affidavit | <input type="checkbox"/> Letter | <input type="checkbox"/> Request |
| <input type="checkbox"/> Electric/Gas | <input type="checkbox"/> Agreement | <input type="checkbox"/> Memorandum | <input type="checkbox"/> Request for Certification |
| <input type="checkbox"/> Electric/Telecommunications | <input type="checkbox"/> Answer | <input type="checkbox"/> Motion | <input type="checkbox"/> Request for Investigation |
| <input type="checkbox"/> Electric/Water | <input type="checkbox"/> Appellate Review | <input type="checkbox"/> Objection | <input type="checkbox"/> Resale Agreement |
| <input type="checkbox"/> Electric/Water/Telecom. | <input type="checkbox"/> Application | <input type="checkbox"/> Petition | <input type="checkbox"/> Resale Amendment |
| <input type="checkbox"/> Electric/Water/Sewer | <input type="checkbox"/> Brief | <input type="checkbox"/> Petition for Reconsideration | <input type="checkbox"/> Reservation Letter |
| <input type="checkbox"/> Gas | <input type="checkbox"/> Certificate | <input type="checkbox"/> Petition for Rulemaking | <input type="checkbox"/> Response |
| <input type="checkbox"/> Railroad | <input type="checkbox"/> Comments | <input type="checkbox"/> Petition for Rule to Show Cause | <input type="checkbox"/> Response to Discovery |
| <input type="checkbox"/> Sewer | <input type="checkbox"/> Complaint | <input type="checkbox"/> Petition to Intervene | <input type="checkbox"/> Return to Petition |
| <input checked="" type="checkbox"/> Telecommunications | <input type="checkbox"/> Consent Order | <input type="checkbox"/> Petition to Intervene Out of Time | <input type="checkbox"/> Stipulation |
| <input type="checkbox"/> Transportation | <input type="checkbox"/> Discovery | <input type="checkbox"/> Prefiled Testimony | <input type="checkbox"/> Subpoena |
| <input type="checkbox"/> Water | <input type="checkbox"/> Exhibit | <input type="checkbox"/> Promotion | <input type="checkbox"/> Tariff |
| <input type="checkbox"/> Water/Sewer | <input type="checkbox"/> Expedited Consideration | <input type="checkbox"/> Proposed Order | <input type="checkbox"/> Other: |
| <input type="checkbox"/> Administrative Matter | <input type="checkbox"/> Interconnection Agreement | <input type="checkbox"/> Protest | |
| <input type="checkbox"/> Other: | <input type="checkbox"/> Interconnection Amendment | <input type="checkbox"/> Publisher's Affidavit | |
| | <input type="checkbox"/> Late-Filed Exhibit | <input checked="" type="checkbox"/> Report | |

MCNAIR LAW FIRM, P.A.
ATTORNEYS AND COUNSELORS AT LAW

www.mcnairl.net

THE TOWER AT 1301 GERVAIS
1301 GERVAIS STREET
COLUMBIA, SOUTH CAROLINA 29201

POST OFFICE BOX 11380
COLUMBIA, SOUTH CAROLINA 29211
TELEPHONE (803) 799-9800
FACSIMILE (803) 753-3219

May 1, 2008

Mr. Charles L. A. Terreni
Chief Clerk and Administrator
South Carolina Public Service Commission
Synergy Business Park, The Saluda Building
101 Executive Center Drive
Columbia, South Carolina 29210

**RE: Annual Reports of Home Telephone Company, Inc.
Calendar Years Ending 2007 and 2006**


Dear Mr. Terreni:

Please find attached on behalf of Home Telephone Company, Inc., an Annual Report for calendar year ending 2007. In addition, we are filing a revised Annual Report for calendar year ending 2006. We are filing herewith a written motion requesting confidential treatment of certain information contained within the Annual Reports and, therefore, have enclosed both public and proprietary (sealed) versions of each Report in accordance with the Commission's practice governing designation of confidential information.

Pursuant to Commission Rule 103-612(1) and Section 58-4-55(C) of the South Carolina Code of Laws, we are also providing the Office of Regulatory Staff with copies of the full reports subject to confidential and proprietary treatment, with the pages stamped accordingly.

If you have any questions or need further information, please do not hesitate to contact me.

Sincerely,


Margaret M. Fox

cc: Mr. C. Dukes Scott, Office of Regulatory Staff

Enclosures

**BEFORE
THE PUBLIC SERVICE COMMISSION
OF
SOUTH CAROLINA**

MOTION REQUESTING THAT MATERIALS BE TREATED AS CONFIDENTIAL

Home Telephone Company, Inc. ("Home") respectfully requests that the South Carolina Public Service Commission ("the Commission") treat certain materials accompanying this motion as confidential. This motion is made on the following grounds:

1. Home is filing with this Motion both public and proprietary (sealed) versions of its Annual Report for calendar year ending 2007. Home is also filing public and proprietary (sealed) versions of a revised Annual Report for calendar year ending 2006.
2. Pursuant to Commission Regulation 103-612(1), a copy of the annual report must be provided to the Office of Regulatory Staff ("ORS"). Pursuant to Section 58-4-55(C) of the South Carolina Code of Laws, utilities that provide ORS with copies of or access to documents or information that is not part of a contested proceeding may designate certain information as confidential or proprietary if there is a good faith belief that the information is entitled to protection from public disclosure under the South Carolina Rules of Civil Procedure or any provision of South Carolina or federal law. Moreover, Commission Regulations provide that a "public record" does not include anything specifically exempted by statute or Commission order. S.C. Code Regs. 103-804(S)(2).
3. The accompanying information designated as "Confidential" in the attached Annual Reports is commercially-sensitive and proprietary business information that should be exempt from public disclosure. It contains proprietary business information relating directly to Home's financial operations and falls within the definition of materials which may be exempted from disclosure. As a

privately-held company, Home does not make this information available to the public. Moreover, Home is governed under alternative regulation provisions. Confidential treatment of the financial documents is consistent with the Commission's prior rulings and prior treatment of similar information,

4. Disclosure of such commercially-sensitive information would be harmful in light of the more competitive telecommunications environment and, therefore, it is not appropriate to make this information publicly available. Access to this information could give actual and potential competitors an unfair competitive advantage.

5. In accordance with the Commission's guidelines, as set out in Commission Order No. 2005-226, "Order Requiring Designation of Confidential Materials," Home has submitted a proprietary, un-redacted copy in a sealed envelope with each page marked "Confidential" in red ink, as well as a publicly-available copy with the confidential information redacted.

WHEREFORE, Home Telephone Company, Inc., respectfully requests that the Commission treat the accompanying materials as confidential.

Respectfully submitted,

McNair Law Firm, P.A.
Post Office Box 11390
Columbia, South Carolina 29211
(803) 799-9800

By: Margaret M. Fox
M. John Bowen, Jr., Esquire
Margaret M. Fox, Esquire
jbowen@mcnair.net; pfox@mcnair.net

ATTORNEYS FOR HOME TELEPHONE
COMPANY, INC.

May 1, 2008
Columbia, South Carolina

**TELECOMMUNICATIONS
COMPANY ANNUAL REPORT
OF
Home Telephone Company, Inc.**

Exact Legal Name of Respondent

PSC/ORS Number (leave blank) _____

FOR THE YEAR ENDED 2007

☒ Calendar Year Ending December 31, 2007

or

☐ Fiscal Year Ending _____

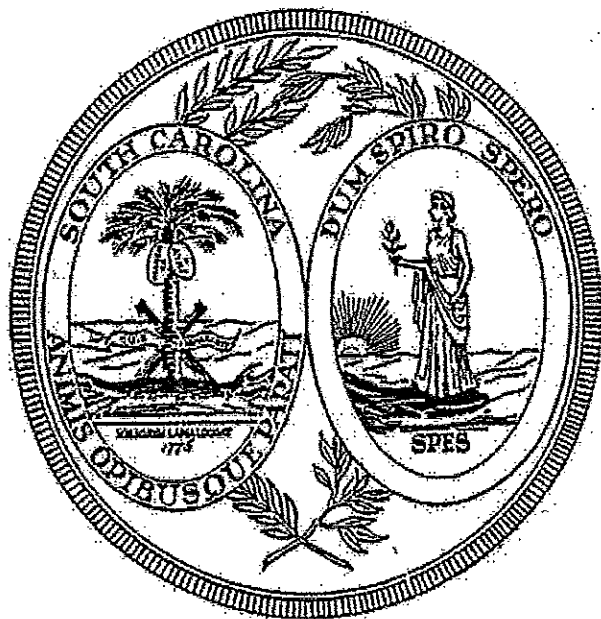


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GENERAL INSTRUCTIONS

1. All Telecommunications Companies are required by state law to complete and file this annual report for its South Carolina operations. Two copies should be mailed to the South Carolina Office of Regulatory Staff, 1441 Main Street-Suite 300, Columbia, SC 29201 by April 1, 2008. A third copy should be retained by the company for reference. Upon receipt, the Office of Regulatory Staff will forward one copy to the Public Service Commission of South Carolina. Filing two copies with the Office of Regulatory Staff will satisfy the utility's responsibility for submitting an annual report as required pursuant to Commission regulations. Pencil entries will not be permitted on the hard copy.
2. All forms are available in MS Excel on the Office of Regulatory Staff web site at www.regulatorystaff.sc.gov.
3. Where no information is available for an item in the report, "0," None, or Not applicable are appropriate responses.
4. All accounting terms and phrases used in this report are to be interpreted in accordance with the Uniform System of Accounts prescribed in part 32 of the Federal code of regulation, or in accordance with Generally Accepted Accounting Principles if your company has specific permission from this Commission to use GAAP for financial reporting and record keeping.
5. Throughout this report, money items will be rounded to the nearest dollar.
6. Failure to comply with the submission of the annual report may result in fines and/or revocation of Certificate of Public Convenience and Necessity.
7. Separate notification is required for changes in company information -- i.e. name, address, telephone number, contact names, sale or purchase of Company, corporate structure.
8. Contact the Office of Regulatory Staff at (803) 737-0800 if you have questions about this form or the requirements for a Telecommunications Company.
9. Companies that have been approved for Alternative Regulation are not required to complete schedules 4, 5 and 6.

Company Information

Identification and Contact Information

Federal ID No. _____

Check/ Date: ☐ Sole Proprietorship ☐ Partnership ☒ Corporation _____

Name of Company: Home Telephone Company, Inc.

Doing Business As: _____

Street Address: 579 Stoney Landing Road

City: Moncks Corner State: South Carolina Zip: 29461

Mailing Address: _____

City: _____ State: _____ Zip: _____

Telephone Number: (843) 761-9101

Type of Business

☐ CLEC (Competitive Local Exchange Carrier)

☒ ILEC (Incumbent Local Exchange Carrier)

☐ IXC (Interexchange Carrier)

☐ (Carriers Carrier)

Contact (for purposes of this report)

Contact Name: Megan Johnson

Title: Finance Manager

Street Address: 579 Stoney Landing Road

City: Moncks Corner State: South Carolina Zip: 29461

Telephone Number: (843) 761-9506

E-mail: megan.johnson@hometelco.com

Company Officers

Title of Officer	Name of Person Holding Office
President	William S. Helmly
Vice-President	
Secretary	Bryant G. Barnes
Treasurer	E.L Barnes
Gen. Manager or Supt.	

Contact Information (If different from above)

Contact Name: Keith Oliver

Title: Sr. VP of Corporate Operations

Street Address: 579 Stoney Landing Road

City: Moncks Corner

State: South Carolina

Zip: 29461

Telephone Number: (843) 761-9101

E-mail: _____

LOCAL EXCHANGE CARRIER ANNUAL REPORT
Schedule #1- South Carolina Operating Revenue & Expenses

Year Ending December 31, 2007 or Fiscal Year Ending _____

<u>Operating Revenues:</u>	<u>G/L Accounts</u>	<u>Combined</u>	<u>Intrastate</u>
Local Network Service Revenues		8,123,921	
Network Access Service Revenues		12,732,260	
Long Distance Revenues		257,747	
Miscellaneous Revenues		2,950,085	
Uncollectible Revenues		(103,646)	
Total Revenues		23,960,367	
<u>Operating Expenses:</u>			
Plant Specific Expenses		4,800,523	
Plant Nonspecific Expenses		7,830,905	
Customer Operations Expenses		3,583,935	
Corporate Operations Expenses		3,937,572	
Operating Taxes other than Income		726,882	
Operating Investment Tax Credits-Net		-	
Operating Taxes-Income-Current-Federal		1,718,000	
Operating Taxes-Income-Current-State		39,000	
Operating Taxes-Deferred Income-Net		(683,000)	
Total Operations Expenses		21,953,817	
Net Income from Operations		2,006,550	
Interest Income		973,055	
Nonoperating Income and Expenses		1,697,746	
Fixed Charges-(Other Than Interest on Debt)		83,852	
Interest Expense on Funded Debt		-	
Non-regulated Net Income		889,322	
Extraordinary Items			
Net Income		5,482,821	

LOCAL EXCHANGE CARRIER ANNUAL REPORT
Schedule #2- Balance Sheet

Date of Balance Sheet: December 31, 2007 or Fiscal Year Ending _____

<u>Description</u>	<u>G/L Accounts</u>	<u>Balance at Close of Year</u>
<u>Current Assets</u>		
Cash		N/A
Temporary Investments		N/A
Telecommunications Accounts Receivables		N/A
Allowance for Bad Debts		N/A
Interest, Dividends & Other Accounts Receivable		N/A
Notes Receivable-Net		N/A
Materials & Supplies Inventory		N/A
Other Current Assets		N/A
Total Current Assets		N/A
<u>Prepaid Accounts & Deferred Charges</u>		N/A
Prepays		N/A
Deferred Charges		N/A
Total Prepaid Accounts & Deferred Charges		N/A
<u>Non-Current Assets</u>		
Investments in Affiliated Companies		N/A
Investment in Non-Affiliated Companies		N/A
Non-Regulated Investments		N/A
Other Non-Current Assets		N/A
Total Non-Current Assets		N/A
<u>Telecommunications Plant</u>		
Telephone Plant in Service		N/A
Property Held for Future Use		N/A
Telecommunications Plant under Construction		N/A
Telecommunications Plant Adjustment		N/A

Schedule #2- Balance Sheet-Continued

Description	G/L Accounts	Balance at Close of Year
Telecommunications Plant-Continued		
Non-Operating Plant		N/A
Goodwill		N/A
Total Plant		N/A
Depreciation Reserve-Plant		N/A
Depreciation Reserve-Other		N/A
Total Depreciation Reserve		N/A
Net Telecommunications Plant		N/A
Total Assets		N/A
Current and Accrued Liabilities		
Accounts Payable		N/A
Notes Payable-Affiliated		N/A
Advance Billings and Payments		N/A
Customer Deposits		N/A
Current Maturities-Long Term Debt		N/A
Current Maturities-Capital Leases		N/A
Income Taxes Accrued		N/A
Other Accrued Taxes		N/A
Other Accrued Liabilities		N/A
Other Current Liabilities		N/A
Total Current and Accrued Liabilities		N/A
Other Liabilities and Deferred Credits		
Other Long Term Liabilities		N/A
Premium on Long Term Debt		N/A
Unamortized Operating Investment Tax Credits-Net		N/A

Schedule #2- Balance Sheet-Continued

<u>Description</u>	<u>G/L Accounts</u>	<u>Balance at Close of Year</u>
<u>Other Liabilities and Deferred Credits-Continued</u>		
Unamortized Nonoperating Investment Tax Credits-Net		N/A
Other Deferred Credits		N/A
Net Current Deferred Operating Income Taxes		N/A
Net Current Deferred Nonoperating Income Taxes		N/A
Net Noncurrent Deferred Operating Income Taxes		N/A
Net Noncurrent Deferred Nonoperating Income Taxes		N/A
Other Jurisdictional Liabilities and Deferred Credits		N/A
Total Other Liabilities and Other Credits		N/A
<u>Long Term Debt</u>		
Funded Debt		N/A
Reacquired Debt		N/A
Obligations Under Capital Leases		N/A
Advances from Affiliated Companies		N/A
Other Long Term Debt		N/A
Total Long Term Debt		N/A
Total Liabilities		N/A
<u>Stockholders Equity</u>		
Capital Stock		N/A
Additional Paid in Capital		N/A
Treasury Stock		N/A
Other Capital		N/A
Retained Earnings		N/A
Total Stockholders Equity		N/A
Total Stockholders Equity and Liabilities		N/A

Schedule #3-Retained Earnings

Description	Debits	Credits
Retained Earnings Account		
Retained Earnings-Beginning of Year		N/A
Miscellaneous Debits to Retained Earnings		N/A
Miscellaneous Credits to Retained Earnings		N/A
Net Income or Loss From Operations		N/A
Retained Earnings-End of Year		N/A
Appropriated Retained Earnings:		N/A
Dividends Declared	N/A	
Other		N/A
Unappropriated Retained Earnings:		N/A
Jurisdictional Retained Earnings		N/A
Other		N/A
Retained Earnings-Total End of Year		N/A

Schedule #7- South Carolina Local Access Lines

Total Business	<u>7,012</u>
Total Residence	<u>15,617</u>
Total Lifeline Access Lines	<u></u>
Total Access Lines	<u>22,629</u>
Total Number of Customers	<u></u>
Total Wholesale Customers	<u></u>
Total Wholesale DSL Customers	<u></u>

List any kind of investments your Company had, at the close of the business year, outside of plant and equipment devoted to telephone and miscellaneous operations. Give full description of each investment:

N/A

MCI ; Cable & Wireless Commun. ; AT&T; Sprint; BellSouth; Allnet; LDDS; Newsouth Comm.;
WillTel; Quest Comm.; Excel Tele.; SC Network; Business Telecom; Intermedia Comm.; Nuvox;
Telecom USA; Home Long Distance; The Phone Company; Telco Comm. Group;
Delta Com; 1XC Switched Comm.; Alltel; Nobel Tele.; Adelphia Business Solutions.

Affidavit

State of South Carolina


County of Berkeley

I, William S. Helmly President of Corporate Operations of Home Telephone Company, Inc. hereby certify that the foregoing Annual Report was prepared by me or under my supervision, that I have examined it, and that the items herein reported on the basis of my knowledge are correctly shown.



Signature

Subscribed and sworn to before me this 24th day of April, 2008.



Notary Public

Commission Expires 9-28-2009

Home Telephone Company, Inc.

PSC/ORS Number (leave blank)

or

[] Fiscal Year Ending _____

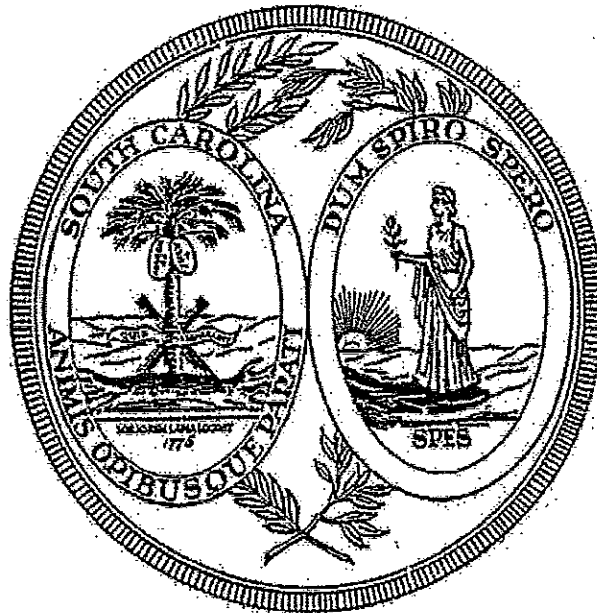


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3. Where no information is available for an item in the report, "0," None, or Not applicable are appropriate responses.
4. All accounting terms and phrases used in this report are to be interpreted in accordance with the Uniform System of Accounts prescribed in part 32 of the Federal code of regulation, or in accordance with Generally Accepted Accounting Principles if your company has specific permission from this Commission to use GAAP for financial reporting and record keeping.
5. Throughout this report, money items will be rounded to the nearest dollar.
6. Failure to comply with the submission of the annual report may result in fines and/or revocation of Certificate of Public Convenience and Necessity.
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Company Information

Identification and Contact Information

Federal ID No.

Check/ Date: ☐ Sole Proprietorship ☐ Partnership ☒ Corporation _____

Name of Company: Home Telephone Company, Inc.

Doing Business As: _____

Street Address: 579 Stoney Landing Road

City: Moncks Corner State: South Carolina Zip: 29461

Mailing Address: As Above

City: _____ State: _____ Zip: _____

Telephone Number: (843) 761-9101

Type of Business

☐ CLEC

☒ ILEC

☐ IXC

Contact (for purposes of this report)

Contact Name: Megan Johnson

Title: Accountant

Street Address: 579 Stoney Landing Road

City: Moncks Corner State: South Carolina Zip: 29461

Telephone Number: (843) 761-9506

E-mail: megan.johnson@hometelco.com

Company Officers

Title of Officer	Name of Person Holding Office
President	William S. Helmly
Vice-President	
Secretary	Bryant G. Barnes
Treasurer	E.L. Barnes
Gen. Manager or Supt.	

Contact Information (If different from above)

Contact Name: Keith Oliver		
Title: Sr. VP of Corporate Operations		
Street Address: 579 Stoney Landing Road		
City: Moncks Corner	State: South Carolina	Zip: 29461
Telephone Number: (843) 761-9101	E-mail: _____	

LOCAL EXCHANGE CARRIER ANNUAL REPORT
Schedule #1-Operating Revenue & Expenses

Year Ending December 31, 2006

<u>Operating Revenues:</u>	<u>Uniform System of Accounts</u>	<u>G/L Accounts</u>	<u>Combined</u>	<u>Intrastate</u>
Local Network Service Revenues	5001-5069		8,118,993	
Network Access Service Revenues	5080		12,245,432	
Long Distance Revenues	5100-5169		261,860	
Miscellaneous Revenues	5230-5270		2,987,226	
Uncollectible Revenues	5301-5302		(97,089)	
Total Revenues			23,516,422	
<u>Operating Expenses:</u>				
Plant Specific Expenses	6112-6410		4,397,025	
Plant Nonspecific Expenses	6560		7,814,805	
Customer Operations Expenses	6620		3,334,172	
Corporate Operations Expenses	6711-6790		4,811,913	
Operating Taxes other than Income	7240		642,443	
Operating Investment Tax Credits-Net	7210		-	
Operating Taxes-Income-Current-Federal	7220		1,640,000	
Operating Taxes-Income-Current-State	7230		(50,000)	
Operating Taxes-Deferred Income-Net	7250		(685,000)	
Total Operations Expenses			21,905,358	
Net Income from Operations			1,611,064	
Interest Income	7320		1,173,218	
Nonoperating Income and Expenses	7310-7450		6,721,812	
Fixed Charges-(Other Than Interest on Debt)			136,213	
Interest Expense on Funded Debt	7510		-	
Non-regulated Net Income	7610-7991		542,368	
Extraordinary Items			-	
Net Income			9,912,249	

LOCAL EXCHANGE CARRIER ANNUAL REPORT
Schedule #2- Balance Sheet

Date of Balance Sheet: December 31, 2006 or Fiscal Year Ending _____

<u>Description</u>	<u>G/L Accounts</u>	<u>Balance at Close of Year</u>
<u>Current Assets</u>		
Cash		N/A
Temporary Investments		N/A
Telecommunications Accounts Receivables		N/A
Allowance for Bad Debts		N/A
Interest, Dividends & Other Accounts Receivable		N/A
Notes Receivable-Net		N/A
Materials & Supplies Inventory		N/A
Other Current Assets		N/A
Total Current Assets		N/A
<u>Prepaid Accounts & Deferred Charges</u>		N/A
Prepays		N/A
Deferred Charges		N/A
Total Prepaid Accounts & Deferred Charges		N/A
<u>Non-Current Assets</u>		
Investments in Affiliated Companies		N/A
Investment in Non-Affiliated Companies		N/A
Non-Regulated Investments		N/A
Other Non-Current Assets		N/A
Total Non-Current Assets		N/A
<u>Telecommunications Plant</u>		
Telephone Plant In Service		N/A
Property Held for Future Use		N/A
Telecommunications Plant under Construction		N/A
Telecommunications Plant Adjustment		N/A

Schedule #2- Balance Sheet-Continued

Description	G/L Accounts	Balance at Close of Year
<u>Telecommunications Plant-Continued</u>		
Non-Operating Plant		N/A
Goodwill		N/A
Total Plant		N/A
Depreciation Reserve-Plant		N/A
Depreciation Reserve-Other		N/A
Total Depreciation Reserve		N/A
Net Telecommunications Plant		N/A
Total Assets		N/A
<u>Current and Accrued Liabilities</u>		
Accounts Payable		N/A
Notes Payable-Affiliated		N/A
Advance Billings and Payments		N/A
Customer Deposits		N/A
Current Maturities-Long Term Debt		N/A
Current Maturities-Capital Leases		N/A
Income Taxes Accrued		N/A
Other Accrued Taxes		N/A
Other Accrued Liabilities		N/A
Other Current Liabilities		N/A
Total Current and Accrued Liabilities		N/A
<u>Other Liabilities and Deferred Credits</u>		
Other Long Term Liabilities		N/A
Premium on Long Term Debt		N/A
Unamortized Operating Investment Tax Credits-Net		N/A

Schedule #2- Balance Sheet-Continued

<u>Description</u>	<u>G/L Accounts</u>	<u>Balance at Close of Year</u>
<u>Other Liabilities and Deferred Credits-Continued</u>		
Unamortized Nonoperating Investment Tax Credits-Net		N/A
Other Deferred Credits		N/A
Net Current Deferred Operating Income Taxes		N/A
Net Current Deferred Nonoperating Income Taxes		N/A
Net Noncurrent Deferred Operating Income Taxes		N/A
Net Noncurrent Deferred Nonoperating Income Taxes		N/A
Other Jurisdictional Liabilities and Deferred Credits		N/A
Total Other Liabilities and Other Credits		N/A
<u>Long Term Debt</u>		
Funded Debt		N/A
Reacquired Debt		N/A
Obligations Under Capital Leases		N/A
Advances from Affiliated Companies		N/A
Other Long Term Debt		N/A
Total Long Term Debt		N/A
Total Liabilities		N/A
<u>Stockholders Equity</u>		
Capital Stock		N/A
Additional Paid in Capital		N/A
Treasury Stock		N/A
Other Capital		N/A
Retained Earnings		N/A
Total Stockholders Equity		N/A
Total Stockholders Equity and Liabilities		N/A

Schedule #3-Retained Earnings

Description	Debits	Credits
Retained Earnings Account		
Retained Earnings-Beginning of Year		N/A
Miscellaneous Debits to Retained Earnings		N/A
Miscellaneous Credits to Retained Earnings		N/A
Net Income or Loss From Operations		N/A
Retained Earnings-End of Year		N/A
Appropriated Retained Earnings:		N/A
Dividends Declared	N/A	
Other		N/A
Unappropriated Retained Earnings:		N/A
Jurisdictional Retained Earnings		N/A
Other		N/A
Retained Earnings-Total End of Year		N/A

Schedule #7-Access Lines

Total Business	6,475
Total Residence	16,019
Total Access Lines	22,494
Total Number of Customers	N/A
Total Wholesale Customers	N/A
Total Wholesale DSL Customers	N/A

List any kind of investments your Company had, at the close of the business year, outside of plant and equipment devoted to telephone and miscellaneous operations. Give full description of each investment:

[illegible]

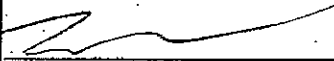
MCI ; Cable & Wireless Commun. ; AT&T; Sprint; BellSouth; Allnet; LDDS; Newsouth Comm.;
WillTel; Quest Comm.; Excel Tele.; SC Network; Business Telecom; Intermedia Comm.; Nuvox;
Telecom USA; Home Long Distance; The Phone Company; Telco Comm. Group;
Delta Com; IXC Switched Comm.; Alltel; Nobel Tele.; Adelphia Business Solutions.

Affidavit

State of . South Carolina

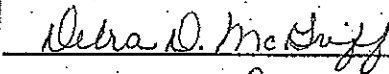
County of Berkeley

I, William S. Helmiy President of Corporate Operations of Home Telephone Company, Inc. hereby certify that the foregoing Annual Report was prepared by me or under my supervision, that I have examined it, and that the items herein reported on the basis of my knowledge are correctly shown.



Signature

Subscribed and sworn to before me this 24th day of April, 2008.



Notary Public

Commission Expires 9-28-2009